PFC revenue to the public agency in the preceding 12 months.

(f) When the Administrator's decision does not provide for corrective action or the public agency fails to complete such action, the FAA provides a copy of the FEDERAL REGISTER notice to each air carrier and foreign air carrier identified in paragraph (e) of this section. Such carriers are responsible for terminating or modifying PFC collection no later than 30 days after the date of notification by the FAA.

§ 158.87 Loss of Federal airport grant funds.

- (a) If the Administrator determines that revenue derived from a PFC is excessive or is not being used as approved, the Administrator may reduce the amount of funds otherwise payable to the public agency under 49 U.S.C. 47114. Such a reduction may be made as a corrective action under §158.83 or §158.85 of this part.
- (b) The amount of the reduction under paragraph (a) of this section shall equal the excess collected, or the amount not used in accordance with this part.
- (c) A reduction under paragraph (a) of this section shall not constitute a withholding of approval of a grant application or the payment of funds under an approved grant within the meaning of 49 U.S.C. 47111(d).

[Doc. No. 26385, 56 FR 24278, May 29, 1991, as amended by Amdt. 158–2, 65 FR 34543, May 30, 2000]

Subpart F—Reduction in Airport Improvement Program Apportionment

§158.91 General.

This subpart describes the required reduction in funds apportioned to a large or medium hub airport that imposes a PFC.

§ 158.93 Public agencies subject to reduction.

The funds apportioned under 49 U.S.C. 47114 to a public agency for a specific primary commercial service airport that it controls are reduced if—

- (a) Such airport enplanes 0.25 percent or more of the total annual enplanements in the U.S., and
- (b) The public agency imposes a PFC at such airport.

[Doc. No. 26385, 56 FR 24278, May 29, 1991, as amended by Amdt. 158–2, 65 FR 34543, May 30, 2000]

§ 158.95 Implementation of reduction.

- (a) A reduction in apportioned funds will not take effect until the first fiscal year following the year in which the collection of the PFC is begun and will be applied in each succeeding fiscal year in which the public agency imposes the PFC.
- (b) The reduction in apportioned funds is calculated at the beginning of each fiscal year and shall be an amount equal to—
- (1) In the case of a fee of \$3 or less, 50 percent of the projected revenues from the fee in the fiscal year but not by more than 50 percent of the amount that otherwise would be apportioned under this section; and
- (2) In the case of a fee of more than \$3,75 percent of the projected revenues from the fee in the fiscal year but not by more than 75 percent of the amount that otherwise would be apportioned under this section.
- (c) If the projection of PFC revenue in a fiscal year is inaccurate, the reduction in apportioned funds may be increased or decreased in the following fiscal year, except that any further reduction shall not cause the total reduction to exceed 50 percent of such apportioned amount as would otherwise be apportioned in any fiscal year.

[Doc. No. 26385, 56 FR 24278, May 29, 1991, as amended by Amdt. 158–2, 65 FR 34543, May 30, 2000]

§158.97 Special rule for transitioning airports.

(a) Beginning with the fiscal year following the first calendar year in which an airport has more than .25 percent of the total number of boardings in the U.S., the sum of the amount that would be apportioned under 49 U.S.C. 47114 to the public agency controlling that airport in a fiscal year, after application of §158.95, and the projected PFC revenues to be collected in such fiscal year, shall not be less than the sum of the

Pt. 158, App. A

apportionment to such airport for the preceding fiscal year and the PFC revenues collected in the preceding fiscal year.

(b) Paragraph (a) of this section shall apply for fiscal years 2000 through 2003.

[Doc. No. FAA-2000-7402, 65 FR 34543, May 30, 2000]

APPENDIX A TO PART 158—ASSURANCES

A. General.

- 1. These assurances shall be complied with in the conduct of a project funded with passenger facility charge (PFC) revenue.
- 2. These assurances are required to be submitted as part of the application for approval of authority to impose a PFC under the provisions of 49 U.S.C. 40117.
- 3. Upon approval by the Administrator of an application, the public agency is responsible for compliance with these assurances.
- B. Public agency certification. The public agency hereby assures and certifies, with respect to this project that:
- 1. Responsibility and authority of the public agency. It has legal authority to impose a PFC and to finance and carry out the proposed project; that a resolution, motion or similar action has been duly adopted or passed as an official act of the public agency's governing body authorizing the filing of the application, including all understandings and assurances contained therein, and directing and authorizing the person identified as the official representative of the public agency to act in connection with the application.
- 2. Compliance with regulation. It will comply with all provisions of 14 CFR part 158.
- 3. Compliance with state and local laws and regulations. It has complied, or will comply, with all applicable State and local laws and regulations.
- 4. Environmental, airspace and airport layout plan requirements. It will not use PFC revenue on a project until the FAA has notified the public agency that—
- (a) Any actions required under the National Environmental Policy Act of 1969 have been completed;
- (b) The appropriate airspace finding has been made; and
- (c) The FAA Airport Layout Plan with respect to the project has been approved.
- 5. Nonexclusivity of contractual agreements. It will not enter into an exclusive long-term lease or use agreement with an air carrier or foreign air carrier for projects funded by PFC revenue. Such leases or use agreements will not preclude the public agency from funding, developing, or assigning new capacity at the airport with PFC revenue.
- 6. Carryover provisions. It will not enter into any lease or use agreement with any air

carrier or foreign air carrier for any facility financed in whole or in part with revenue derived from a passenger facility charge if such agreement for such facility contains a carry-over provision regarding a renewal option which, upon expiration of the original lease, would operate to automatically extend the term of such agreement with such carrier in preference to any potentially competing air carrier or foreign air carrier seeking to negotiate a lease or use agreement for such facilities

- 7. Competitive access. It agrees that any lease or use agreements between the public agency and any air carrier or foreign air carrier for any facility financed in whole or in part with revenue derived from a passenger facility charge will contain a provision that permits the public agency to terminate the lease or use agreement if—
- (a) The air carrier or foreign air carrier has an exclusive lease or use agreement for existing facilities at such airport; and
- (b) Any portion of its existing exclusive use facilities is not fully utilized and is not made available for use by potentially competing air carriers or foreign air carriers.
 - 8. Rates, fees and charges.
- (a) It will not treat PFC revenue as airport revenue for the purpose of establishing a rate, fee or charge pursuant to a contract with an air carrier or foreign air carrier.
- (b) It will not include in its rate base by means of depreciation, amortization, or any other method, that portion of the capital costs of a project paid for by PFC revenue for the purpose of establishing a rate, fee or charge pursuant to a contract with an air carrier or foreign air carrier.
- (c) Notwithstanding the limitation provided in subparagraph (b), with respect to a project for terminal development, gates and related areas, or a facility occupied or used by one or more air carriers or foreign air carriers on an exclusive or preferential basis, the rates, fees, and charges payable by such carriers that use such facilities will be no less than the rates, fees, and charges paid by such carriers using similar facilities at the airport that were not financed by PFC revenue.
- 9. Standards and specifications. It will carry out the project in accordance with FAA airport design, construction and equipment standards and specifications contained in advisory circulars current on the date of project approval.
- 10. Recordkeeping and Audit. It will maintain an accounting record for audit purposes for a period of 3 years after completion of the project. All records will satisfy the requirements of 14 CFR part 158 and will contain documentary evidence for all items of project costs.
- 11. Reports. It will submit reports in accordance with the requirements of 14 CFR

part 158, subpart D, and as the Administrator may reasonably request.

12. Airport Noise and Capacity Act of 1990. It understands 49 U.S.C. 47524 and 47526 require the authority to impose a PFC be terminated if the Administrator determines the public agency has failed to comply with that act or with the implementing regulations promulgated thereunder.

[Doc. No. 26385, 56 FR 24278, May 29, 1991, as amended by Amdt. 158–2, 65 FR 34543, May 30, 20001

PART 161—NOTICE AND AP-PROVAL OF AIRPORT NOISE AND ACCESS RESTRICTIONS

Subpart A—General Provisions

Sec.

- 161.1 Purpose.
- 161.3 Applicability.
- 161.5 Definitions.
- 161.7 Limitations.
- 161.9 Designation of noise description methods.
- 161.11 Identification of land uses in airport noise study area.

Subpart B—Agreements

- 161.101 Scope.
- 161.103 Notice of the proposed restriction.
- 161.105 Requirements for new entrants.
- 161.107 Implementation of the restriction.
- 161.109 Notice of termination of restriction pursuant to an agreement.
- 161.111 Availability of data and comments on a restriction implemented pursuant to an agreement.
- 161.113 Effect of agreements; limitation on reevaluation.

Subpart C—Notice Requirements for Stage 2 Restrictions

- 161.201 Scope.
- 161.203 Notice of proposed restriction.
- 161.205 Required analysis of proposed restriction and alternatives.
- 161.207 Comment by interested parties.
- 161.209 Requirements for proposal changes.
- 161.211 Optional use of 14 CFR part 150 procedures.
- 161.213 Notification of a decision not to implement a restriction.

Subpart D—Notice, Review, and Approval Requirements for Stage 3 Restrictions

- 161.301 Scope.
- 161.303 Notice of proposed restrictions.
- 161.305 Required analysis and conditions for approval of proposed restrictions.
- 161.307 Comment by interested parties.
- 161.309 Requirements for proposal changes.

- 161.311 Application procedure for approval of proposed restriction.
- 161.313 Review of application.
- 161.315 Receipt of complete application.
- 161.317 Approval or disapproval of proposed restriction.
- 161.319 Withdrawal or revision of restriction.
- 161.321 Optional use of 14 CFR part 150 procedures.
- 161.323 Notification of a decision not to implement a restriction.
- 161.325 Availability of data and comments on an implemented restriction.

Subpart E—Reevaluation of Stage 3 Restrictions

- 161.401 Scope.
- 161.403 Criteria for reevaluation.
- 161.405 Request for reevaluation.
- 161.407 Notice of reevaluation.
- 161.409 Required analysis by reevaluation petitioner.
- 161.411 Comment by interested parties.
- 161.413 Reevaluation procedure.
- 161.415 Reevaluation action.
- 161.417 Notification of status of restrictions and agreements not meeting conditions-of-approval criteria.

Subpart F-Failure to Comply With This Part

- 161.501 Scope.
- 161.503 Informal resolution; notice of apparent violation.
- 161.505 Notice of proposed termination of airport grant funds and passenger facility charges.

AUTHORITY: 49 U.S.C. 106(g), 47523-47527, 47533.

SOURCE: Docket No. 26432, 56 FR 48698, Sept. 25, 1991, unless otherwise noted.

Subpart A—General Provisions

§ 161.1 Purpose.

This part implements the Airport Noise and Capacity Act of 1990 (49 U.S.C. App. 2153, 2154, 2155, and 2156). It prescribes:

- (a) Notice requirements and procedures for airport operators implementing Stage 3 aircraft noise and access restrictions pursuant to agreements between airport operators and aircraft operators;
- (b) Analysis and notice requirements for airport operators proposing Stage 2 aircraft noise and access restrictions;